## **ORIGINAL**



## BEFORE THE ARIZONA CORPORATION CO

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3 Commissioners

REC AZ CORP COMMUNE SON DOCKET CONTROL

2013 OCT 11 6M 11 00

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Bob Stump – Chairman

Gary Pierce

Brenda Burns

7 **Bob Burns** 

Susan Bitter Smith

Arizona Corporation Commission DOCKETED

OCT 1 1 2013

**DOCKETED BY** 

DOCKET NO. WS-03478A-12-0307

**DECISION NO. 74097** 

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10 IN THE MATTER OF THE APLICATION OF

FAR WEST WATER AND SEWER INC., AN 11

12 ARIZONA CORPORATION, FOR A

13 DETERMINATION OF THE CURRENT FAIR

14 VALUE OF ITS UTILITY PLANT AND

15 PROPERTY AND FOR INCREASES IN

ITS WASTEWATER RATES AND CHARGES

BASED THEREON FOR UTILITY SERVICE. 17

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INTERVENORS JOINT APPLICATION FOR REHEARING OF DECISION NO. 74097

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Pursuant to A.R.S. 40-253 Intervenors Robert Rist, Robert Gilkey, and Barbara Gilkey request that the Arizona Corporation Commission ("Commission") rehear Decision No. 74097, decided September 10, 2013 and docketed September 23, 2013. The decision disallowed RUCO's request for a 30.1% dis-allowance of plant in service which is not USED AND USEFUL. We believe the decision completely disregards evidence entered into record by the Company and Staff, which is documented in RUCO's exception. Staff and Far West both agreed that RUCO's system wide calculations of excess flows were inappropriate since the system is made up of individual plants. We agreed during the hearing, and Intervenor Robert Rist introduced into evidence an alternative method of calculating the excess flows. It looks at each plant individually and also calculates on a system wide basis. It uses design flows used by Jin Liu. It also uses an average flow during a peak month to arrive at a more normal number for daily flow. It specifically did not use a peak flow during a month as typical of daily flow. More than likely they are an anomaly, just as the days when zero flow was recorded. The chart does not account for 5 year growth, but it does clearly show excess capacity in all plants except Del Rey. When Del Rey sewage is transferred to Del Oro there will still be 57% excess

at Del Oro. The unused capacity can be seen on an individual plant basis and on a system wide basis. We maintain RUCO has it right, and respectfully ask the Commission to rehear this issue.

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Further it is evident that Commissioners held the letter from Yuma County Supervisor, Russ Clark in high regard. Mr. Clark's letter was not introduced into evidence and should not have been taken into consideration. No parties in this matter have had an opportunity to validate the claims made in this letter. Commissioner Pierce stated that he is a friend of Mr. Clark, and had phone conservations with him. Other Commissioners stated they were impressed with the letter, and that Far West clearly had a friend. We believe he has applied undue political influence in this matter. Mr. Clark is not qualified in wastewater treatment, and has not made inspections of the Marwood plant since that last tour, which Robert Rist and Robert Gilkey also attended. Mr. Clark is relying on statements of Far West. He states that he has not received calls or complaints in several months, indicating that odors have improved. What he forgets or ignores is that around 80% of the residents are not in their Yuma homes in the summer, and if they are, they have their homes closed up running air conditioning. Recent reader comments in the Yuma Sun newspaper indicate Mr. Clark is wrong and odors and complaints still persist. No evidence has been offered to corroborate Mr. Clarks letter and the Commission failed to question the validity of his statements. Mr. Jones testified that he has been filling the role of an interim manager, yet he admits that he has not looked into the operations at the Marwood plant. Mr. Capestro told Robert Rist and Robert Gilkey that Marwood has stunk for 20 years, yet it has not been a priority. Management at Far West is only making decisions based on where they think the most heat is at the moment. If the odor problems have been resolved as Supervisor Clark says, why had it not been done earlier? If it has been done, it clearly was not a money issue as they have not realized the increase yet. The letter from Mr. Clark needs to be totally disregarded. We respectfully request the issue of Marwood be reconsidered by the Commission.

Robert Gilkey, Intervenor 14784 E. 49th Street Yuma AZ 85367 (928) 345-2468

Robert Rist, Intervenor 9593 E. 34th Place Yuma AZ 85365 (541) 378-8223

Original and 13 copies of the foregoing 1 mailed this 10th day of October 2013 2 by Express mail to: 3 4 5 Docket Control Arizona Corporation Commission 6 1200 West Washington Street 7 8 Phoenix, Arizona 85007 9 copies of the foregoing mailed 10 this 10th day of October 2013 11 by first class mail to: 12 13 14 Lyn Farmer Chief Administrative Law Judge 15 Hearing Division 16 Arizona Corporation Commission 17 1200 West Washington Street 18 Phoenix, AZ 85007 19 20 21 Janice Alward, Chief Counsel 22 Legal Division Arizona Corporation Commission 23 24 1200 West Washington Street 25 Phoenix, AZ 85007 26 27 Steven Olea, Director **Utilities Division** 28 Arizona Corporation Commission 29 1200 West Washington Street 30 Phoenix, AZ 85007 31 32

A copy of the foregoing e-mailed this 1 12th day of 2013, to: 2 3 4 Craig A. Marks 5 10645 N. Tatum Blvd. 6 Suite 200-676 Phoenix, AZ 85028 7 8 Craig.Marks@azbar.org 9 10 Wesley C. Van Cleve Legal Division 11 Arizona Corporation Commission 12 1200 West Washington Street 13 Phoenix, AZ 85007 14 wvancleve@azcc.gov 15 16 17 Robin R. Mitchell Legal Division 18 Arizona Corporation Commission 19 20 1200 West Washington Street Phoenix, AZ 85007 21 22 rmitchell@azcc.gov 23 24 Michelle L. Wood Residential Utility Consumer Office 25 1110 West Washington Street 26 27 Phoenix, AZ 85007 28 mwood@azruco.gov 29 30 Jeffery W. Crockett, Esq. Brownstein Hyatt Farber Schreck 31 40 North Central, 14th floor 32 Phoenix, AZ 85004 33 34 icrockett@bhfs.com 35 Rodney & Kim Taylor 36 11440 East 26th Lane 37 Yuma, AZ 85367 38 39 rodtaylor@roadrunner.com

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